

**HITACHI, LTD.**  
**UNCONSOLIDATED FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED MARCH 31, 2001**  
**(124yen = U.S.\$1)**

April 27, 2001

	YEN (millions)			U.S. DOLLARS (millions)
<b><u>INCOME STATEMENTS</u></b>	<b>2001(A)</b>	<b>2000(B)</b>	<b>(A)/(B)×100</b>	<b>2001</b>
Net sales	4,015,824	3,771,948	106%	32,386
Cost of sales	3,198,457	3,025,959	106%	25,794
S.G.A. expenses	718,789	705,123	102%	5,797
<u>Operating income</u>	98,577	40,865	241%	795
Other income	62,498	89,143	70%	504
Other deductions	105,018	98,221	107%	847
<u>Ordinary income</u>	56,058	31,787	176%	452
Extraordinary gain	34,865	58,942	59%	281
Extraordinary loss	32,663	88,823	37%	263
<u>Income before income taxes</u>	58,261	1,906	-	470
Current income taxes	3,404	240	-	27
Deferred income taxes	14,735	(10,206)	-	119
<u>Net income</u>	40,121	11,872	338%	324
Basic EPS (yen and dollars)	12.02	3.56	338%	0.10
Diluted EPS (yen and dollars)	12.01	-	-	0.10
<b><u>BALANCE SHEETS</u></b>	<b>2001/3/31(A)</b>	<b>2000/3/31(B)</b>	<b>(A)/(B)×100</b>	<b>2001/3/31</b>
Current assets	2,421,631	2,476,772	98%	19,529
(Quick assets)	1,815,308	1,870,094	97%	14,640
(Inventories)	522,495	541,182	97%	4,214
(Deferred tax assets)	83,827	65,496	128%	676
Fixed assets	1,697,658	1,527,143	111%	13,691
(Investments)	791,613	597,429	133%	6,384
(Deferred tax assets)	194,047	270,321	72%	1,565
(Others)	711,997	659,393	108%	5,742
<u>Total assets</u>	4,119,290	4,003,916	103%	33,220
Current liabilities	1,698,302	1,577,344	108%	13,696
Fixed liabilities	762,672	840,195	91%	6,151
(Debentures)	511,299	540,121	95%	4,123
(Long-term loans)	2,688	2,785	97%	22
(Others)	248,685	297,288	84%	2,006
<u>Total liabilities</u>	2,460,974	2,417,539	102%	19,847
<u>Stockholders' equity</u>	1,658,316	1,586,376	105%	13,374
<u>Liabilities and stockholders' equity</u>	4,119,290	4,003,916	103%	33,220

**FORECAST FOR THE YEAR ENDING MARCH 31, 2002**

	<b>Net sales</b>	<b>Ordinary income</b>	<b>Net income</b>
<b>Millions of Yen</b>	3,840,000	60,000	40,000
<b>Millions of U.S. dollars</b>	30,968	484	323

Cautionary Statement

The forecast for the year ending March 31, 2002 is forward-looking information which reflects management's current views with respect to certain future events and financial performance. Actual results may differ materially from this forecast. Further, this forward-looking information is based upon assumptions of future events which may not prove to be accurate.

Factors that could cause actual results to differ materially from the forecast include, but are not limited to, rapid technological change, particularly in the Information Systems & Electronics segment; uncertainty as to Hitachi's ability to continue to develop products and to market products that incorporate new technology on a timely and cost-effective basis and achieve market acceptance; fluctuations in product demand and industry capacity, particularly in the Information Systems & Electronics segment and the Consumer Products segment; fluctuations in rates of exchange for the yen and other currencies in which Hitachi makes significant sales or in which Hitachi's assets and liabilities are denominated, particularly between the yen and the U.S. dollar; uncertainty as to Hitachi's access to liquidity or long-term financing, particularly in the context of restrictions or availability of credit prevailing in Japan; uncertainty as to Hitachi's ability to implement measures to reduce the potential negative impact of fluctuations in product demand and/or exchange rates; general economic conditions and the regulatory and trade environment of Hitachi's major markets, particularly, the United States, Japan and elsewhere in Asia, including, without limitation, continued stagnation or deterioration of the Japanese or other East Asian economies, or direct or indirect restriction by other nations of imports; uncertainty as to Hitachi's access to, or protection for, certain intellectual property rights, particularly those related to electronics and data processing technologies; Hitachi's dependence on alliances with other corporations in designing or developing certain products; and the market prices of equity securities in Japan, declines in which may result in write-downs of equity securities Hitachi holds.

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